Form 3160-3
(August 1999)

# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0136

Expires November 30, 2000

6. If Indian, Allottee or Tribe Name

5. Lease Serial No. UTU-02278-A

APPLICATION FOR	<b>PERMIT TO</b>	DRILL	OR REENTER
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		1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1		
la. Type of Work: X DRILL RE	7. If Unit or CA Agreement,	Name and No.		
			UNIT #891008900A	
·			8. Lease Name and Well No.	
b. Type of Well: Oil Well X Gas Well Other	Single Zone	Multiple Zone	NBU 1021-22A	
2. Name of Operator			9. API Well No.	
KERR McGEE OIL & GAS ONSHORE LP			1 43047 <i>3</i> 4	1550
3A. Address	3b. Phone No. (include area co	de)	10. Field and Pool, or Explor	atory
1368 SOUTH 1200 EAST VERNAL, UT 84078	(435) 781-7024		NATURAL BUTTES	
4. Location of Well (Report location clearly and in accordance with			11. Sec., T., R., M., or Blk, a	nd Survey or Area
At surface NE/NE 668'FNL, 469'FEL 625%	2x 39.938950			
At proposed prod. Zone 44 218	674 -109.52923	2	SEC. 22, T10S, R21E	
14. Distance in miles and direction from nearest town or post office*			12. County or Parish	13. State
17.2 +/- MILES SOUTH OF OURAY, UTAH			UINTAH	UTAH
15. Distance from proposed* location to nearest	16. No. of Acres in lease	17. Spacing Unit de	dicated to this well	<u> </u>
property or lease line, ft. 469'				
(Also to nearest drig. unit line, if any)	1040.00	40.00		
18. Distance from proposed location* to nearest well, drilling, completed, REFER TO	19. Proposed Depth	20. BLM/BIA Bond	No. on file	
applied for, on this lease, ft.  TOPO C  9360'  BOND NO: WYB000291				
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date work wi	ll start*	23. Estimated duration	
5223'GL				
	24. Attachments			
the state of the s	<del> </del>	·		<del> </del>

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- 1. Well plat certified by a registered surveyor.
- 2. A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office.
- 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- 5. Operator certification.
- 6. Such other site specific information and/or plans as may be required by the authorized office.

25. Signature	Name (Printed/Typed)	Date
25. Stephen Mille Mallella	SHEILA UPCHEGO	8/15/2007
Title		
SENIOR LAND ADMIN SPECIALIST	·	
Approved by Signature	Name (Printed/Typed)	Date
Tradlett		109-29-07
Title	HOEEP G. HILL	
	! ENVIRONMENTAL MANAGER	

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

\*(Instructions on reverse)

Federal Approval of this Action is Necessary RECEIVED AUG 2 0 2007

### T10S, R21E, S.L.B.&M.

1977 Brass Cap Well location, NBU #1021-22A, located as shown in the NE 1/4 NE 1/4 of Section 22, T10S, R21E, S.L.B.&M. Uintah County, Utah.

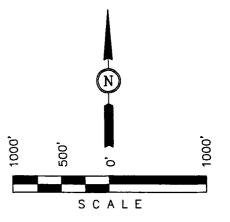
Kerr McGee Oil & Gas Onshore LP

#### BASIS OF ELEVATION

TWO WATER TRIANGULATION STATION LOCATED IN THE NW 1/4 OF SECTION 1, T10S, R21E, S.L.B.&M. TAKEN FROM THE BIG PACK MTN NE, QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5238 FEET.

#### BASIS OF BEARINGS

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.



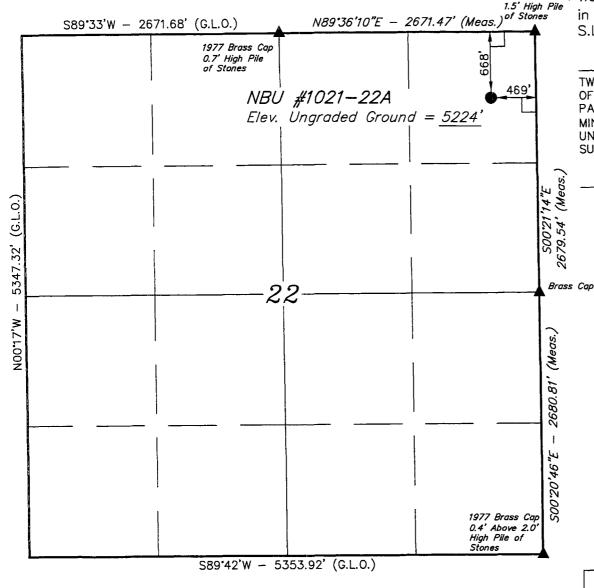
#### CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PART FIELD NOTES OF ACTUAL SURVEYS NO SUPERVISION AND THAT THE SAME BEST OF MY KNOWLEDGE AND BI

UINTAH ENGINEERING & LANDINGERVEYING 85 SOUTH 200 EAST - VERNAL, UTAH 84078

(435) 789-1017

CC	OL		Kerr McGee Oil	& Gas Onshore LP
WEATHER			FILE	
PARTY D.K.	T.H.	C.H.	REFERENCES G.L.O. PLA	Т
SCALE 1" = 1	000,		DATE SURVEYED: 10-18-06	DATE DRAWN: 10-26-06



### (NAD 83)

LATITUDE = 39.56'20.21''(39.938947)

LONGITUDE =  $109^{\circ}31'47.88"$  (109.529967)

(NAD 27)

LATITUDE =  $39^{\circ}56'20.33''$  (39.938981)

LONGITUDE =  $109^{31}^{45.41}$ " (109.529281)

#### LEGEND:

= 90° SYMBOL

PROPOSED WELL HEAD.

= SECTION CORNERS LOCATED.

#### NBU #1021-22A NE/NE SEC 22, T10S, R21E UINTAH COUNTY, UTAH UTU-02278-A

#### **ONSHORE ORDER NO. 1**

#### DRILLING PROGRAM

#### 1. <u>Estimated Tops of Important Geologic Markers:</u>

<u>Formation</u>	<u>Depth</u>
Uinta	0- Surface
Green River	1162'
Top of Birds Nest Water	1376'
Mahogany	2003'
Wasatch	4366'
Mesaverde	7199'
MVU2	8180'
MVL1	8715'
TD	9360'

#### 2. Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:

Substance	<u>Formation</u>	<u>Depth</u>
	Green River	1162'
	Top of Birds Nest Water	1376'
	Mahogany	2003'
Gas	Wasatch	4366'
Gas	Mesaverde	7199'
Gas .	MVU2	8180'
Gas	MVL1	8715'
Water	N/A	
Other Minerals	N/A	

#### 3. Pressure Control Equipment (Schematic Attached)

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

#### 4. Proposed Casing & Cementing Program:

Please see the Natural Buttes Unit SOP.

#### 5. <u>Drilling Fluids Program:</u>

Please see the Natural Buttes Unit SOP.

#### 6. Evaluation Program:

Please see the Natural Buttes Unit SOP.

#### 7. Abnormal Conditions:

Maximum anticipated bottomhole pressure calculated at 9360' TD, approximately equals 5803 psi (calculated at 0.62 psi/foot).

Maximum anticipated surface pressure equals approximately 3744 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

#### 8. Anticipated Starting Dates:

Drilling is planned to commence immediately upon approval of this application.

#### 9. <u>Variances:</u>

Please see Natural Buttes Unit SOP.

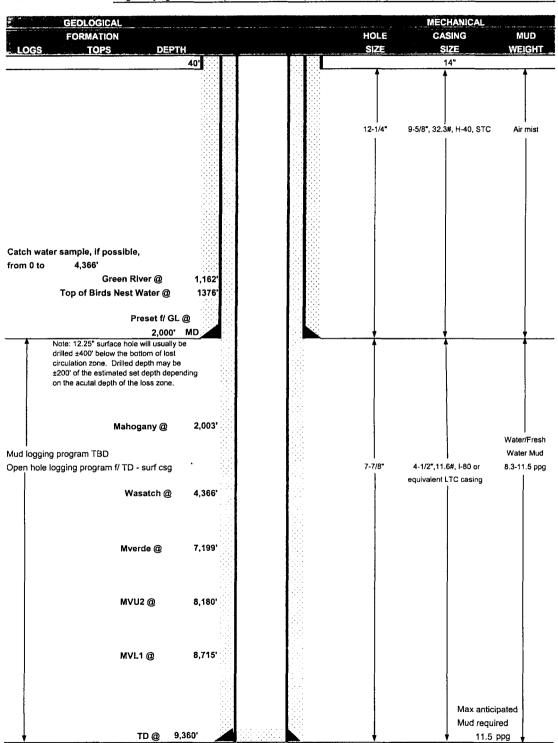
#### 10. Other Information:

Please see Natural Buttes Unit SOP.



#### KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM

KERR-McGEE OIL & GAS ONSHORE LP DATE August 15, 2007 COMPANY NAME **NBU 1021-22A** 9,360' MD/TVD WELL NAME TD ELEVATION 5,224' GL KB 5,239' FIELD Natural Buttes COUNTY Uintah STATE Utah SURFACE LOCATION NE/NE SEC. 22, T10S, R22E 668'FNL, 469'FEL Straight Hole Latitude: 39.938947 Longitude: 109.529967 OBJECTIVE ZONE(S) Wasatch/Mesaverde Regulatory Agencies: BLM (SURF & MINERALS), UDOGM, Tri-County Health Dept. ADDITIONAL INFO





## KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM

#### CASING PROGRAM

								E	DESIGN FACT	ORS
	SIZE	JN.	TERV	<u>AL</u>	WT.	GR.	CPLG.	BURST	COLLAPSE	TENSION
CONDUCTOR	14"		0-40'							
							]	2270	1370	254000
SURFACE	9-5/8"	0	to	2000	32.30	H-40	STC	0.64*****	1.46	4.49
'								7780	6350	201000
PRODUCTION	4-1/2"	0	to	9360	11.60	1-80	LTC	2.20	1.13	2.12
	1									

- 1) Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point)
- 2) MASP (Prod Casing) = Pore Pressure at TD (.22 psi/ft-partial evac gradient x TD)

(Burst Assumptions: TD =

11.5 ppg)

.22 psi/ft = gradient for partially evac wellbore

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

MASP

3538 psi

Burst SF is low but csg is much stronger than formation at 2000'. EMW @ 2000' for 2270# is 21.8 ppg or 1.13 psi/ft

#### CEMENT PROGRAM

	ET, OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YELD
SURFACE LEAD	500	Premium cmt + 2% CaCl	215	60%	15.60	1.18
Option 1		+ .25 pps flocele				
TOP OUT CMT (1)	200	20 gals sodium silicate + Premium cmt	50		15.60	1.18
		+ 2% CaCl + .25 pps flocele	}			ļ
TOP OUT CMT (2)	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
SURFACE		NOTE: If well will circulate water to s	urface, opt	ion 2 will b	e utilized	
Option 2 LEAD	1500	Prem cmt + 16% Ge! + 10 pps gilsonite	170	35%	11.00	3.82
	,	+.25 pps Flocele + 3% salt BWOC	1			i
TAIL	500	Premium cmt + 2% CaCl	180	35%	15.60	1.18
		+ .25 pps flocele				ļ
TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
PRODUCTION LEAD	3,860'	Premium Lite II + 3% KCI + 0.25 pps	420	60%	11.00	3.38
		celioflake + 5 pps gilsonite + 10% gel	[			
		+ 0.5% extender				
TAIL	5,500'	50/50 Poz/G + 10% salt + 2% gel	1540	60%	14.30	1.31
		+.1% R-3				

<sup>\*</sup>Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

#### FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe.	
PRODUCTION	Float shoe, 1 jt, float collar. Centralize first 3 joints & every third joint to top of tail cement with bow spring centralizers.	

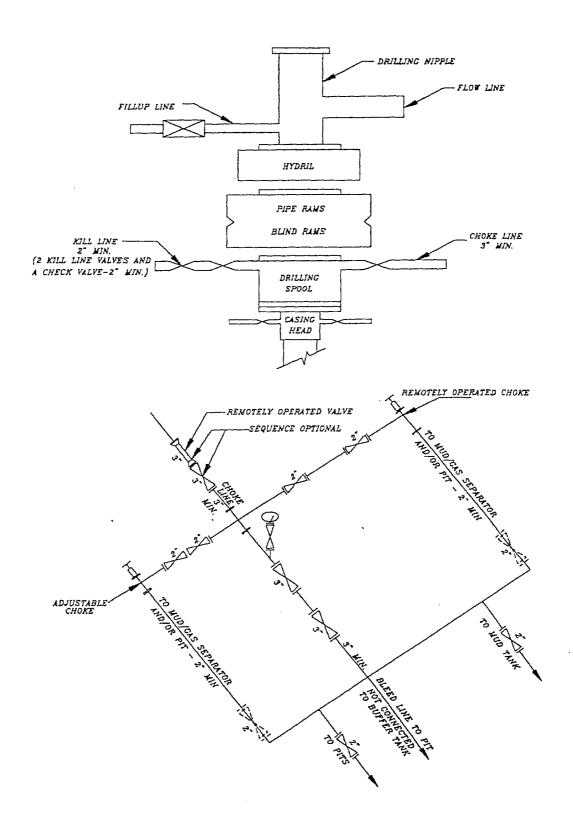
#### ADDITIONAL INFORMATION

BOPE: 11" 5M with one annular and 2 rams. Test to 5,000 psi (annular to	2,500 psi) prior to drilling out. Record on chart recorder &
tour sheet. Function test rams on each trip. Maintain safety valve & inside	BOP on rig floor at all times. Kelly to be equipped with upper
& lower kelly valves.	
Drop Totco surveys every 2000'. Maximum allowable hole angle is 5 degre	es.
Most rigs have PVT Systems for mud monitoring. If no PVT is available, vis	ual monitoring will be utilitzed.

DRILLING ENGINEER:		DATE:
	Brad Laney	
DRILLING SUPERINTENDENT:		DATE:
	Randy Bayne	

<sup>\*</sup>Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

## 5M BOP STACK and CHOKE MANIFOLD SYSTEM



#### NBU #1021-22A NE/NE SEC 22, T10S, R21E UINTAH COUNTY, UTAH UTU-02278-A

#### **ONSHORE ORDER NO. 1**

#### MULTI-POINT SURFACE USE & OPERATIONS PLAN

#### 1. Existing Roads:

Refer to the attached location directions.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

#### 2. Planned Access Roads:

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

A rights-of-way will be required approximately 0.3 +/- miles of access road is proposed. The access road will begin in Sec. 14, T10S, R21E (Lease #UTU-01393-C); travel into Sec. 23, T10S, R21E (Lease #UTU-02278-A); then into Sec. 22, T10S, R21E (Lease #UTU-02278-A) to the proposed location. Please refer to the attached Topo Map B.

#### 3. Location of Existing Wells Within a 1-Mile Radius:

Please refer to Topo Map C.

#### 4. Location of Existing & Proposed Facilities:

Please see the Natural Buttes Unit SOP.

Approximately 793' +/- of 4" steel pipeline is proposed pipeline. Please refer to the attached Please refer to Topo Map D

Approximately 293' +/- of 4" steel pipeline is proposed pipeline. Please refer to the attached Please refer to Topo Map D

#### Variances to Best Management Practices (BMPs) Requested:

The pipeline shall be installed on surface within the access corridor for the well location. As a Best Management Practice (BMP), the pipeline would be buried within the access road corridor if possible. The construction of pipelines requires the corridor of 30 feet.

This exception to the BMP should be granted by the BLM Authorized Officer because indurated bedrock, such as sandstone, is at or within 2 feet of the surface and the soil has a poor history for successful rehabilitation.

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The requested color is Carlsbad Canyon Brown (2.5Y 6/2), a non-reflective earthtone.

#### 5. Location and Type of Water Supply:

Please see the Natural Buttes SOP.

#### 6. Source of Construction Materials:

Please see the Natural Buttes SOP.

#### 7. Methods of Handling Waste Materials:

Please see the Natural Buttes SOP.

Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to one of the pre-approved disposal sites: RNI, Sec. 5, T9S, R22E, NBU #159, Sec. 35, T9S R21E, Ace Oilfield, Sec. 2, T6S, R20E, MC&MC, Sec. 12, T6S, R19E (Request is in lieu of filing Form 3160-5, after initial production).

#### 8. Ancillary Facilities:

Please see the Natural Buttes SOP.

#### 9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

A 20 mil reserve pit liner with felt will be used. As discussed at the on-site inspection.

Location size may change prior to the drilling of the well due to the current rig availability. If the proposed location is not large enough to accommodate the drilling rig. The location will be resurveyed and a form 3160-5 will be submitted.

#### 10. Plans for Reclamation of the Surface:

Please see the Natural Buttes SOP.

When the pit is backfilled, the topsoil pile shall be spread on the location up to the rig anchor points. The location will be reshaped to the original contour to the extent possible. The following seed mixture will be used to reclaim the surface for interim reclamation using appropriate reclamation methods. A total of 12 lbs/acre will be used if the seeds are drilled (24 lbs/acre if the seeds are broadcast). The per acre requirements for *drilled* seed are:

Winterfat 4 lbs.
Galleta Grass 6 lbs.
Fourwing Saltbrush 8 lbs

Operator shall call the BLM for the seed mixture when final reclamation occurs.

#### 11. Surface Ownership:

The well pad and access road are located on lands owned by:

United States of America Bureau of Land Management 170 South 500 East Vernal, UT 84078 (435)781-4400

#### 12. Other Information:

#### **WILDLIFE STIPULATIONS:**

**RED TAIL HAWK:** No construction or drilling activities April 1<sup>st</sup> – July 15<sup>th</sup>.

A Class III Archaeological Survey Report, has been performed and will be submitted when report becomes available.

The paleontological survey has been performed and will be submitted when report becomes available.

This location is not within 460' from the boundary of the Natural Buttes Unit, nor is it within 460' of any non-committed tract lying with the boundaries of the unit.

#### 13. Lessee's or Operator's Representative & Certification:

Sheila Ucphego Senior Land Admin Specialist Kerr-McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, UT 84078 (435) 781-7024 Randy Bayne Drilling Manager Kerr-McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, UT 84078 (435) 781-7018

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

Kerr-McGee Oil & Gas Onshore LP is considered to be the operator of the subject well. Kerr-McGee Oil & Gas Onshore LP agrees to be responsible under the terms and conditions of the lease for the operations conducted upon leased lands.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by BLM Nationwide Bold #WYB000291.

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Sheila Upchego

8/15/2007

Date

### Kerr-McGee Oil & Gas Onshore LP

## NBU #1021-22A SECTION 22, T10S, R21E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; TURN LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 11.2 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 5.7 MILES TO THE BEGINNING OF THE PROPOSED ACCESS TO THE SOUTHWEST; FOLLOW ROAD FLAGS IN A SOUTHWESTERLY DIRECTION APPROXIMATELY 0.3 MILES TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 48.2 MILES.

## Kerr-McGee Oil & Gas Onshore LP

NBU #1021-22A LOCATED IN UINTAH COUNTY, UTAH **SECTION 22, T10S, R21E, S.L.B.&M.** 

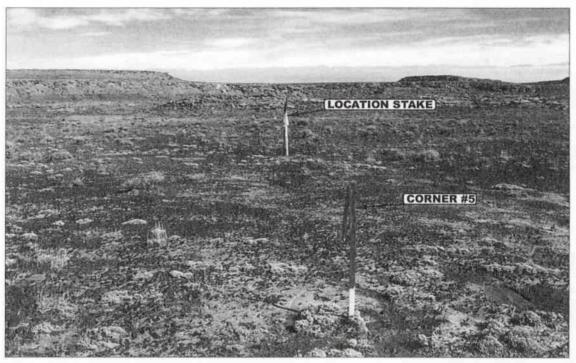


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

**CAMERA ANGLE: NORTHERLY** 

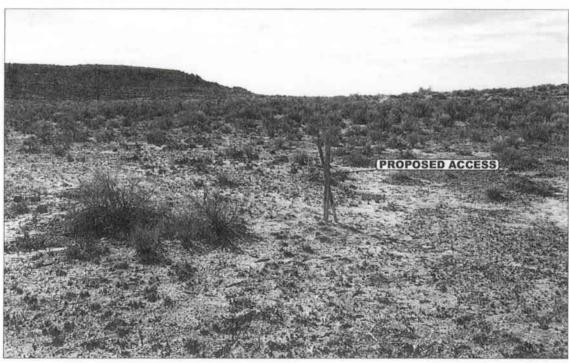


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

**CAMERA ANGLE: EASTERLY** 

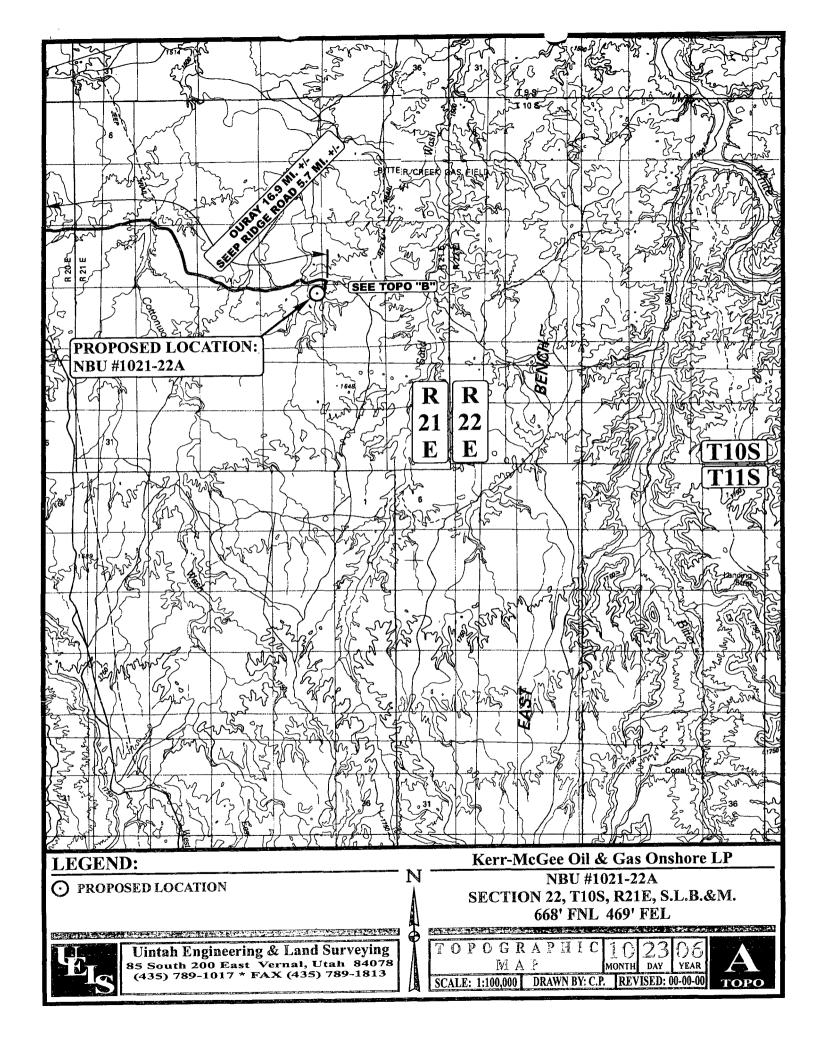


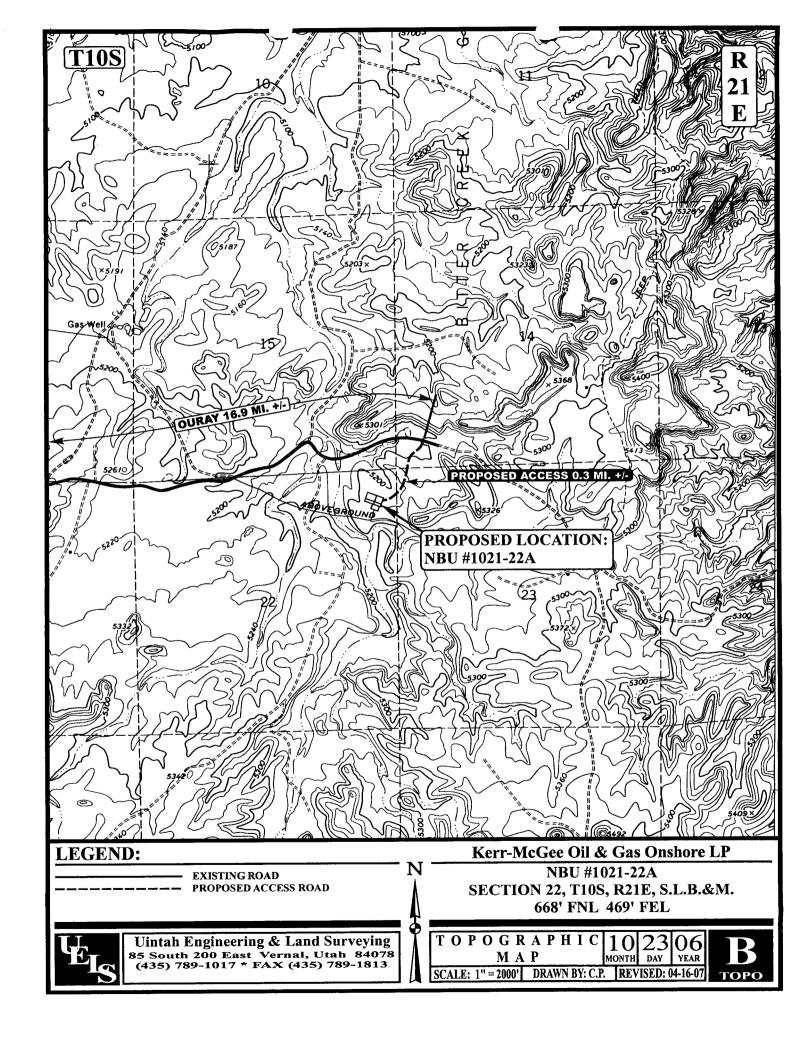
Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com

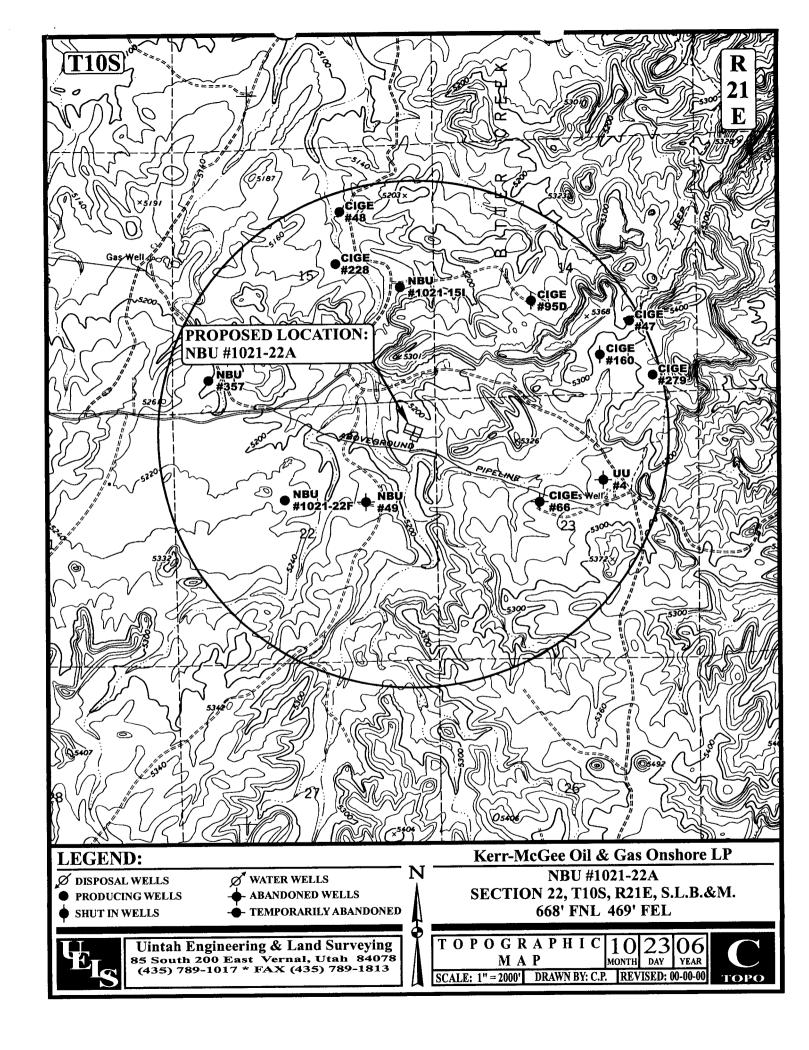
**LOCATION PHOTOS** 

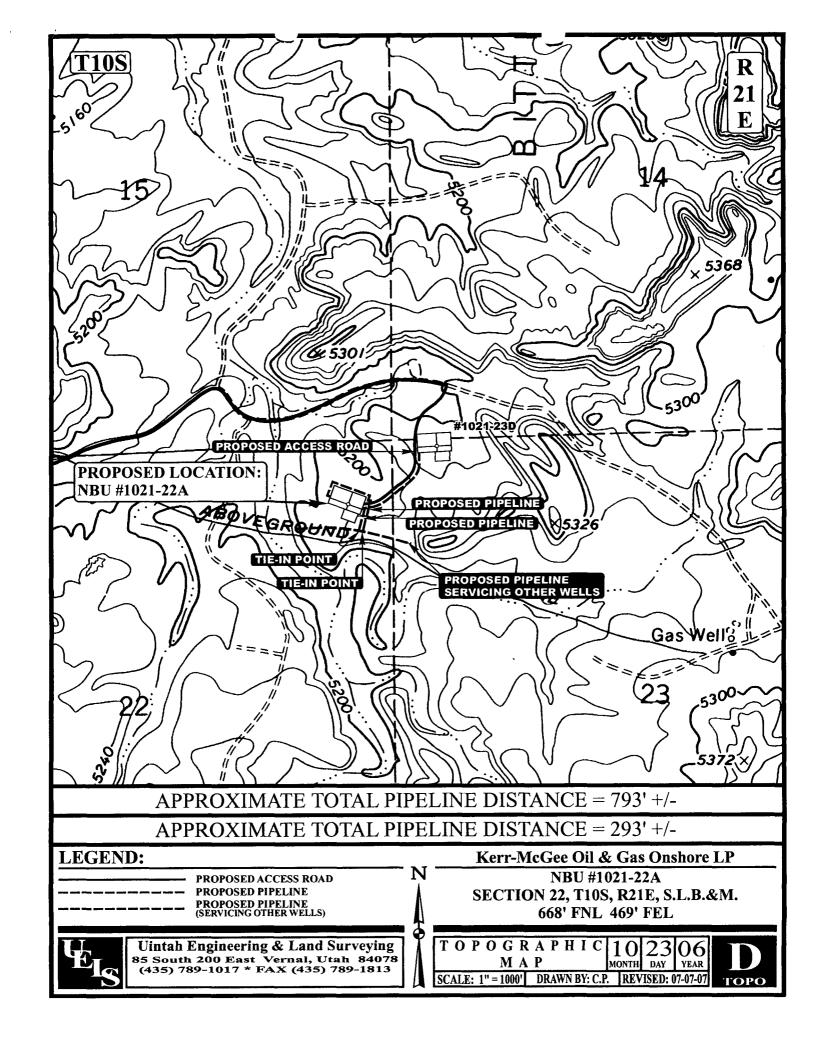
MONTH DAY TAKEN BY: D.K. | DRAWN BY: C.P. | REVISED: 00-00-00

РНОТО









## Kerr-McGee Oil & Gas Onshore LP

NBU #1021-22A

PIPELINE ALIGNMENT LOCATED IN UINTAH COUNTY, UTAH SECTION 22, T10S, R21E, S.L.B.&M.

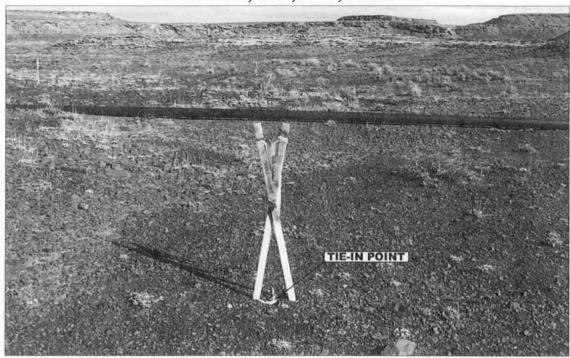


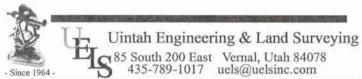
PHOTO: VIEW FROM TIE-IN POINT

**CAMERA ANGLE: NORTHEASTERLY** 



PHOTO: VIEW OF PIPELINE ALIGNMENT

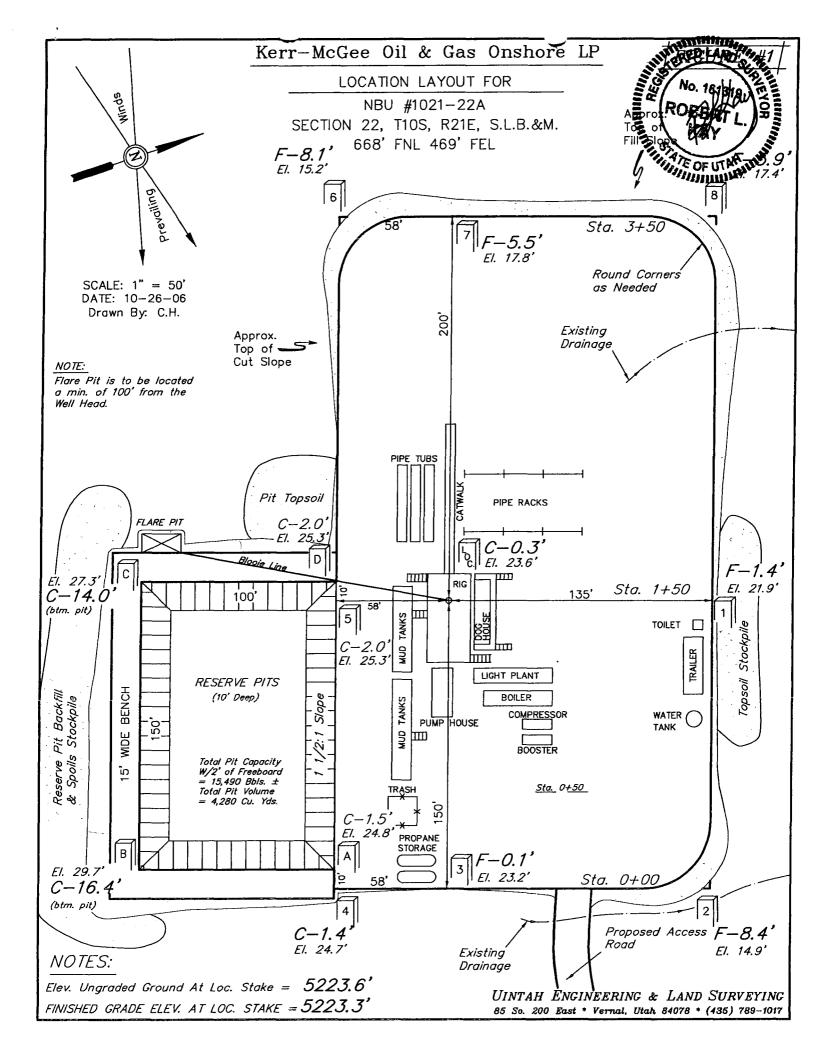
**CAMERA ANGLE: SOUTHWESTERLY** 

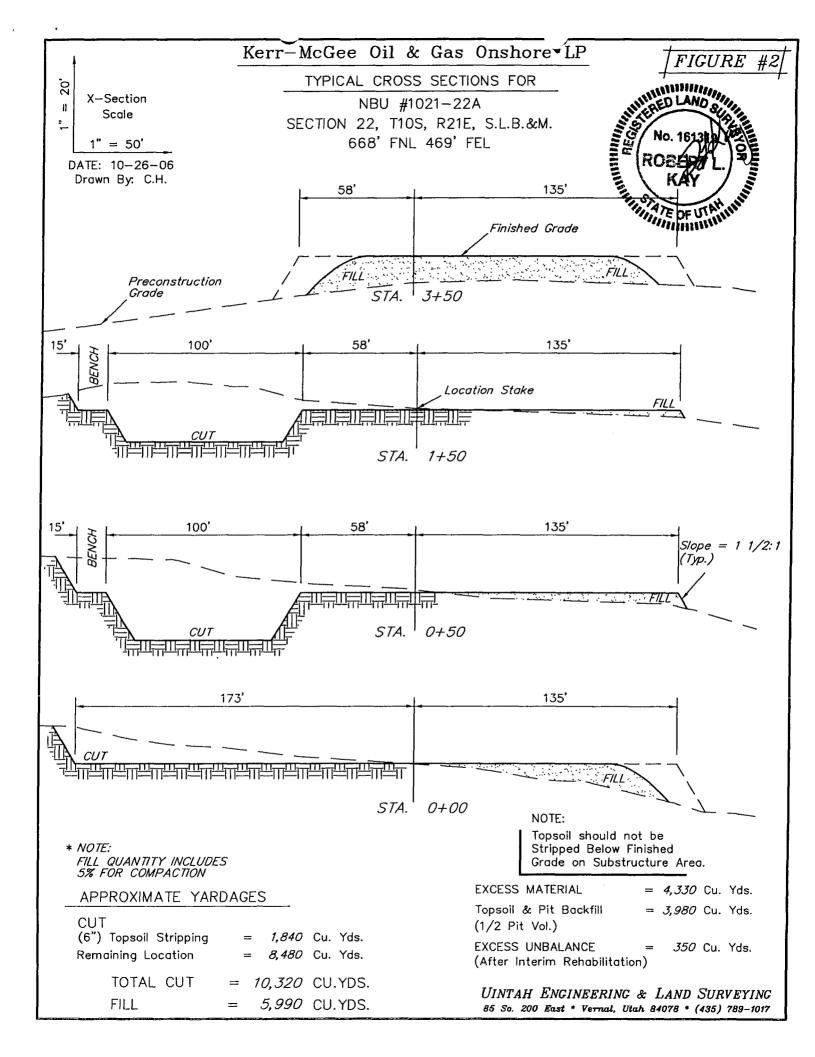


PIPELINE	PHOTOS
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MONTH DAY YEAR TAKEN BY: D.K. | DRAWN BY: C.P. | REVISED: 00-00-00

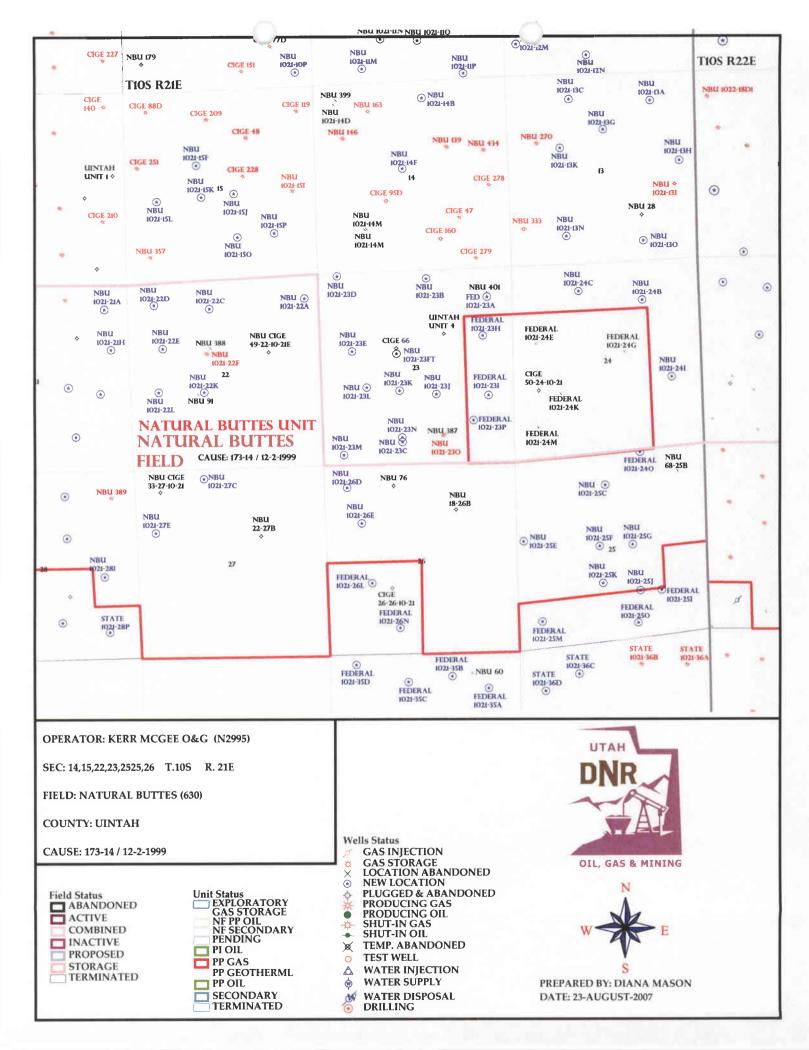
РНОТО





## WORKSHEET — APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 08/20/2007	API NO. ASSIGNED: 43-047-39550			
WELL NAME: NBU 1021-22A  OPERATOR: NBU 1021-22A  CONTACT: SHEILA UPCHEGO  ( N 2495 )	) PHONE NUMBER: 435-781-7024			
PROPOSED LOCATION:	INSPECT LOCATN BY: / /			
NENE 22 100S 210E	Tech Review Initials Date			
SURFACE: 0668 FNL 0469 FEL BOTTOM: 0668 FNL 0469 FEL	Engineering			
COUNTY: UINTAH	Geology			
LATITUDE: 39.93895 LONGITUDE: ~109.5292 UTM SURF EASTINGS: 625662 NORTHINGS: 44218	Surface			
LEASE NUMBER: UTU-02278-A SURFACE OWNER: 1 - Federal  RECEIVED AND/OR REVIEWED:	PROPOSED FORMATION: WSMVD  COALBED METHANE WELL? NO  LOCATION AND SITING:			
Plat  Bond: Fed[1] Ind[] Sta[] Fee[]  (No. WYB000291 )  Potash (Y/N)  Oil Shale 190-5 (B) or 190-3 or 190-13  Water Permit (No. 43-8496 )  RDCC Review (Y/N) (Date: )  Here Surf Agreement (Y/N)  Intent to Commingle (Y/N)	R649-2-3. Unit: NATURAL BUTTES R649-3-2. General			
COMMENTS: Sop, Seperate  Stipulations: 1- Sedur 01  2-On Su	R649-3-11. Directional Drill			



## **United States Department of the Interior**

#### **BUREAU OF LAND MANAGEMENT**

Utah State Office
P.O. Box 45155
Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

August 29, 2007

#### Memorandum

To: Assistant District Manager Minerals, Vernal District

From: Michael Coulthard, Petroleum Engineer

Subject: 2007 Plan of Development Natural Buttes Unit

Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2007 within the Natural Buttes Unit, Uintah County, Utah.

API# WELL NAME LOCATION

#### (Proposed PZ Wasatch/MesaVerde)

43-047-39540 NBU 922-30L-T Sec 30 T09S R22E 2106 FSL 0817 FWL 43-047-39542 NBU 1021-14B Sec 14 T10S R21E 0439 FNL 2355 FEL 43-047-39543 NBU 1021-14F Sec 14 T10S R21E 2404 FNL 2387 FWL 43-047-39544 NBU 1021-150 Sec 15 T10S R21E 1127 FSL 2304 FEL 43-047-39545 NBU 1021-15K Sec 15 T10S R21E 2277 FSL 2041 FWL 43-047-39546 NBU 1021-15L Sec 15 T10S R21E 2188 FSL 0783 FWL 43-047-39547 NBU 1021-15F Sec 15 T10S R21E 2164 FNL 1915 FWL 43-047-39548 NBU 1021-15J Sec 15 T10S R21E 2361 FSL 2372 FEL 43-047-39563 NBU 1021-15P Sec 15 T10S R21E 1214 FSL 1262 FEL 43-047-39564 NBU 1021-22C Sec 22 T10S R21E 0902 FNL 2194 FWL 43-047-39549 NBU 1021-22K Sec 22 T10S R21E 2088 FSL 2006 FWL .43-047-39550 NBU 1021-22A Sec 22 T10S R21E 0668 FNL 0469 FEL 43-047-39551 NBU 1021-22L Sec 22 T10S R21E 2114 FSL 0725 FWL 43-047-39565 NBU 1021-22D Sec 22 T10S R21E 0769 FNL 0641 FWL 43-047-39566 NBU 1021-22E Sec 22 T10S R21E 2000 FNL 0860 FWL 43-047-39567 NBU 1021-23E Sec 23 T10S R21E 2201 FNL 0846 FWL 43-047-39569 NBU 1021-23B Sec 23 T10S R21E 0175 FNL 2391 FEL 43-047-39557 NBU 1021-23K Sec 23 T10S R21E 2021 FSL 2152 FWL 43-047-39558 NBU 1021-23N Sec 23 T10S R21E 0699 FSL 2196 FWL 43-047-39559 NBU 1021-23D Sec 23 T10S R21E 0065 FNL 0460 FWL 43-047-39560 NBU 1021-23L Sec 23 T10S R21E 2126 FSL 1227 FWL 

 43-047-39570
 NBU
 1021-23C
 Sec
 23
 T10S
 R21E
 0567
 FSL
 2203
 FWL

 43-047-39572
 NBU
 1021-23J
 Sec
 23
 T10S
 R21E
 1906
 FSL
 2167
 FEL

 43-047-39574
 NBU
 1021-23M
 Sec
 23
 T10S
 R21E
 0233
 FSL
 0552
 FWL

 43-047-39575
 NBU
 1021-25J
 Sec
 25
 T10S
 R21E
 1621
 FSL
 1890
 FEL

 43-047-39561
 NBU
 1021-25K
 Sec
 25
 T10S
 R21E
 1848
 FSL
 2394
 FWL

 43-047-39579
 NBU
 1021-26E
 Sec
 26
 T10S
 R21E
 1706
 FNL
 0992
 FWL

 43-047-39580
 NBU
 1021-26D
 Sec
 26
 T10S
 R21E
 0695
 FNL
 0614
 FWL

 43-047-39578
 NBU
 1021-25F
 Sec
 25
 T10S
 R21E
 2477
 FNL
 2323
 FWL

 43-047-39541
 NBU
 1021-31<

This office has no objection to permitting the wells at this time.

/s/ Michael L. Coulthard

bcc: File - Natural Buttes Unit
 Division of Oil Gas and Mining
 Central Files
 Agr. Sec. Chron
 Fluid Chron

MCoulthard:mc:8-29-07



## State of Utah DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

**Division of Oil Gas and Mining** 

JOHN R. BAZA Division Director

August 29, 2007

Kerr-McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, Ut 84078

Re:

NBU 1021-22A Well, 668' FNL, 469' FEL, NE NE, Sec. 22, T. 10 South, R. 21 East,

Uintah County, Utah

#### Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 *et seq.*, Utah Administrative Code R649-3-1 *et seq.*, and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-39550.

Sincerely,

Associate Director

pab Enclosures

cc: Uintah County Assessor

Bureau of Land Management, Vernal Office



Operator:	Kerr-McGee Oil & Gas Onshore LP			
Well Name & Number	NBU 1021-22A			
API Number:	43-047-39550 UTU-02278-A			
Location: <u>NE NE</u>	Sec. 22 T. 10 South R. 21 East			

#### **Conditions of Approval**

#### 1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

#### 2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dustin Doucet at (801) 538-5281 office (801) 733-0983 home

#### 3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.

		STATE OF UTAH				FORM 9		
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING					5. LEASE DESIGNATION AND SERIAL NUMBER: UTU-02278A			
SUNDRY NOTICES AND REPORTS ON WELLS			6. IF INDIAN, ALLOTTEE OR TRIBE NAME: N/A					
Do	not use this form for proposals to drill ne	ew wells, significantly deepen existing wells below curr	ent bottom-hole depti	n, reenter plugged wells, or to	1	or CA AGREEMENT NAME:		
drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.			5.	8. WELL NAME and NUMBER:				
	OIL WELL	GAS WELL 1 OTHER_			NBU 1021-22A  9. API NUMBER:			
2. NAME OF OPERATOR: Kerr-McGee Oil & Gas Onshore, LP					4304739550			
3. ADDRESS OF OPERATOR: P.O. Box 173779					10. FIELD AND POOL, OR WILDCAT: Natural Buttes Field			
	OCATION OF WELL			At the control of the				
F	OOTAGES AT SURFACE: 668' FI	NL & 469' FEL			COUNT	y: Uintah		
C	TR/QTR, SECTION, TOWNSHIP, RANG	GE, MERIDIAN: NENE 22 10S 2	1E		STATE: <b>UTAH</b>			
11.	CHECK APPF	ROPRIATE BOXES TO INDICAT	E NATURE (	OF NOTICE, REPO	RT, O	R OTHER DATA		
	TYPE OF SUBMISSION	1	Τ\	PE OF ACTION				
V	NOTICE OF INTENT	ACIDIZE	DEEPEN			REPERFORATE CURRENT FORMATION		
	(Submit in Duplicate)	ALTER CASING	FRACTURE	TREAT		SIDETRACK TO REPAIR WELL		
	Approximate date work will start:	CASING REPAIR	☐ NEW CONS	TRUCTION		TEMPORARILY ABANDON		
		CHANGE TO PREVIOUS PLANS	☐ OPERATOR	CHANGE		TUBING REPAIR		
		CHANGE TUBING	PLUG AND A	BANDON		VENT OR FLARE		
	SUBSEQUENT REPORT	CHANGE WELL NAME	PLUG BACK			WATER DISPOSAL		
	(Submit Original Form Only)	CHANGE WELL STATUS	PRODUCTIO	ON (START/RESUME)		WATER SHUT-OFF		
	Date of work completion:	COMMINGLE PRODUCING FORMATIONS	RECLAMATI	ON OF WELL SITE	<b>✓</b>	отнея: APD Extension		
		CONVERT WELL TYPE	RECOMPLE	TE - DIFFERENT FORMATION				
DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc.  Kerr-McGee Oil & Gas Onshore, LP, respectfully requests a one year extension of this APD in order to complete drilling operations. Utah Division of Oil, Gas, and Mining initially approved this APD on August 29, 2007.								
Approved by the Utah Division of Oil, Gas and Mining								
		Date: <u>08</u>	-17-5		Date: 3	ENT TO OPERATOR  3.14.2008		

(This space for State use only)

NAME (PLEASE PRINT) Kevin McIntyre

**RECEIVED** AUG 1 2 2008

Regulatory Analyst I

8/11/2008



# Application for Permit to Drill Request for Permit Extension Validation

Validation
(this form should accompany the Sundry Notice requesting permit extension)

Well Name: NBU 1021-22A Location: NENE 668' FNL & 469' FEL, Sec. 22, T10S R21E Company Permit Issued to: Kerr-McGee Oil & Gas Onshore, LP Date Original Permit Issued: 8/29/2007						
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.						
Following is a checklist of some items related to the application, which should be verified.						
If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes □ No ☑						
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes ☐ No ☑						
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□No☑						
Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes□No ☑						
Has the approved source of water for drilling changed? Yes□No☑						
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑						
Is bonding still in place, which covers this proposed well? Yes ☑ No ☐						
16- m. 8/11/2008						
Signature Date						
Title: Regulatory Analyst I						
Representing: Kerr-McGee Oil & Gas Onshore, LP						
RECEIVED						
AUG 1 2 2008						



Lieutenant Governor

## State of Utah

#### DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

February 24, 2009

Raleen White Anadarko Petroleum Corp. PO Box 173779 Denver, CO 80217-3779 43 047 39550 NBU 1021-22A 105 21*E* 22

Re: APDs Rescinded at the request of Anadarko Petroleum Corp.

Dear Ms. White:

Enclosed find the list of APDs that you requested to be rescinded to Anadarko Petroleum Corp. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded, effective February 20, 2009.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject locations.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Masor

**Environmental Scientist** 

cc: Well File

Bureau of Land Management, Vernal

SITLA, Ed Bonner



43047395730000	FEDERAL 1021-23P	10S	21E	23	SESE
43047395770000	FEDERAL 1021-25I	10S	21E	25	NESE
43047395760000	FEDERAL 1021-25M	10S	.21E	25	SWSW
43047397930000	Federal 1021-25N	10S	21E	25	SESW
43047395810000	FEDERAL 1021-34K	10S	21E	34	NESW
43047395520000	FEDERAL 1021-34M	10S	21E	34	SWSW
43047395560000	FEDERAL 1021-34P	10S	21E	34	SESE
43047389890000	FEDERAL 1021-35F	10S	21E	35	SENW
43047389760000	FEDERAL 1021-35G	10S	21E	35	SWNE
43047389380000	FEDERAL 1021-35H	10S	21E	35	SENE
43047389350000	FEDERAL 1021-35I	108	21E	35	NESE
43047389330000	FEDERAL 1021-35P	10S	21E	35	SESE
43047389370000	FEDERAL1021-35A	10S	21E	35	NENE
43047365050000	LOVE 1121-2B	11S	21E	02	NWNE
43047394050000	LOVE UNIT 1121-10NT	11S	21E	10	SESW
43047393910000	LOVE UNIT 1121-3NT	11S	21E	03	SWSW
43047388240000	LOVE UNIT 1122-18C	118	22E	18	NENW
43047388250000	LOVE UNIT 1122-18J	118	22E	18	NWSE
43047388260000	LOVE UNIT 1122-18K	11S	22E	18	NESW
43047396050000	LOVE UNIT 1122-18L	11S	22E	18	NWSW
43047396030000	LOVE UNIT 1122-19C	118	22E	19	NENW
43047386310000	MULLIGAN 823-23H	08S	23E	23	SENE
43047387130000	MULLIGAN 823-240	08\$	23E	24	SWSE
43047393730000	NBU 1020-1KT	10S	20E	01	NESW
43047393740000	NBU 1020-24BT	10S	20E	24	NWNE
43047393760000	NBU 1021-11I	10S	21E	11	NESE
43047393800000	NBU 1021-11M	10S	21E	11	SWSW
43047393790000	NBU 1021-11P	10S	21E	11	SESE
4304739383	NBU 1021-12A	108	21E	12	NENE
43047393860000	NBU 1021-12L - STATE	10S	21E	12	NWSW
43047393840000	NBU 1021-12N	10S	21E	12	SESW
43047395470000	NBU 1021-15F	10S	21E	15	SENW
43047395460000	NBU 1021-15L	10S	21E	15	NWSW
43047395630000	NBU 1021-15P	10S	21E	15	SESE
43047395260000	NBU 1021-20G STATE/FED	10S	21E	20	SWNE
43047395340000	NBU 1021-20J STATE/FED	10S	21E	20	NWSE
43047395330000	NBU 1021-20K STATE/FED	10S	21E ,	20	NESW
43047395320000	NBU 1021-20L STATE/FED	10S	21E	20	NWSW
43047395310000	NBU 1021-200 STATE/FED	10\$	21E	20	SWSE
43047375280000	NBU 1021-21C (FKA C275)	10S	21E	21	NENW
43047367020000	NBU 1021-21H	10S	21E	21	SENE
43047395500000	NBU 1021-22A	10S	21E	22	NENE
43047394030000	NBU 1021-23FT	10S	22E	23	SENW
43047395600000	NBU 1021-23L	10\$	21E	23	NWSW
43047395780000	NBU 1021-25F	108	21E	25	SENW
43047395750000	NBU 1021-25J	10S	21E	25	NWSE
43047395610000	NBU 1021-25K	108	21E	25	NESW

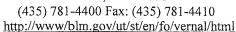
43047395800000	NBU 1021-26D	10S	21E	26	NWNW
43047395790000	NBU 1021-26E	10S	21E	26	SWNW
43047379680000	NBU 1021-6C	108	21E	06	NENW LOT 3
43047379670000	NBU 1021-6D	108	21E	06	NWNW LOT 4
43047379410000	NBU 1021-7B	10S	21E	07	NWNE
43047401850000	NBU 921-31BT	098	21E	31	NWNE
43047363950000	NBU 921-33K	09S	21E	33	NESW
4304740038	HATCH 923-13A	09S	23E	13	NENE
4304740060	HATCH 923-13ED	09S	23E	13	SWNW
4304740059	HATCH 923-13O	09S	23E	13	SWSE
4304740061	HATCH 923-14M	09S	23E	14	swsw
4304740143	HATCH 923-14O	09S	23E	14	SWSE
4304740064	HATCH 923-15B	09S	23E	15	NWNE
4304740062	HATCH 923-15L	09S	23E	15	NWSW
4304740063	HATCH 923-15P	098	23E	15	SESE
4304740065	HATCH 923-24O	098	23E	24	SWSE
4304740069	HATCH 923-25A	09S	23E	25	NENE
4304740068	HATCH 923-25I	09S	23E	25	NESE
4304740070	HATCH 923-25O	098	23E	25	SWSE
43047388010000	FEDERAL 1022-15H	10S	22E	15	SENE
4304739388	FEDERAL 1022-15K	10S	22E	15	NESW
43047389240000	FEDERAL 1022-15L	10S	22E	15	NWSW



### United States Department of the Interior

**BUREAU OF LAND MANAGEMENT** 

Green River District-Vernal Field Office 170 South 500 East Vernal, UT 84078





IN REPLY REFER TO: 3160 LLUTG01100

March 2, 2009

Raleen White Kerr McGee Oil & Gas Onshore LP PO Box 173779 Denver, CO 80217-3779 43-047, 3 9550

Re:

Return Unapproved APD Well No. NBU 1021-22A NENE, Sec. 22, T10S, R21E Uintah County, Utah Lease No. UTU-02278-A Natural Buttes Unit

Dear Ms. White:

The Application for Permit to Drill (APD) for the above referenced well received August 16, 2007, is being returned unapproved per your request to this office in an email message on February 20, 2009. If you intend to drill at this location at a future date, a new APD must be submitted.

If you have any questions regarding this matter, please contact me at (435) 781-4455.

Sincerely,

Cindy Severson

Cindy Severson Land Law Examiner

**Enclosures** 

CC:

UDOGM

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DIV. OF OIL, GAS & MINING